GOVERNMENT OF INDIA
POWER
LOK SABHA

UNSTARRED QUESTION NO:1081
ANSWERED ON:01.03.2006
CANCELLATION OF LICENCES BY CERC
Gadhavi Shri Pushpdan Shambhudan;Thakkar Smt. Jayaben B.

Will the Minister of POWER be pleased to state:

(a) whether the Central Electricity Regulatory Commission (CERC) has threatened to cancel the licences of 13 Power Trading companies; and

(b) if so, the details thereof and the reasons therefor?

Answer

THE MINISTER OF POWER (SHRI SUSHILKUMAR SHINDE)

(a) & (b) : As per the CERC (Procedure, Terms & Conditions for grant of Trading Licence and other related matters) Regulations, 2004 the trading licensees are required to furnish information in specified form to the Commission on quarterly basis, a copy of which is also to be furnished to the Regional Load Despatch Centre (RLDC) and Regional Electricity Board (REB) or the Regional Power Committee (RPC), as the case may be. The licensees are also required to post the said information on their web sites.

It was brought to the notice of the Commission that 13 licensees were not complying with the requirement of submission of information to the REB/RPC and RLDC, and posting of reports on the web sites. The Central Commission, therefore, issued orders directing the licensees to explain the reasons for non-compliance of the requirements of the Regulation. The licensees in replies to the Commission`s order have undertaken that these Regulations shall be complied with meticulously in future. In view of the undertaking given by the licensees, the Commission, vide its order dated 22.9.2005 has condoned the past non-compliance of the trading regulations.